

ANNEX II
REGULATION OF MEMBER OF BOARD OF
GOVERNORS
NUMBER 24/11/PADG/2022
DATED 4 JULY 2022
ON
DOMESTIC NON-DELIVERABLE FORWARD
TRANSACTIONS

UNDERLYING TRANSACTION OF FOREIGN CURRENCY AGAINST RUPIAH

I. CURRENT ACCOUNT TRANSACTION

A. Final Underlying Transaction Document

1. Evidence of export and import activities of goods and/or services in Indonesia includes:
 - a. Import Notice;
 - b. Export Notice;
 - c. *letter of credit* (L/C) and L/C amendment; and
 - d. draft.
2. Tax invoice of trade of goods and/or services and/or investment activities.
3. Fund repatriation document for tax amnesty purposes.
4. Evidence of investment income in rupiah obtained among others in the form of dividend and coupon/interest.
5. Document providing information on rupiah and/or foreign currency requirement for remittance of income received by a foreign worker to a recipient in their origin country.
6. Invoices or payment obligation include:
 - a. invoice or commercial invoice with the requirement that it is payable within 3 (three) months at the maximum from the due date;
 - b. debit note whose information therein is verifiable by Bank;
 - c. sales contract specifying the contract validity and price;
 - d. list of invoices supported by a statement from a Resident or Non-Resident about:
 - 1) validity of the list of invoices;

- 2) responsibility of a Resident or Non-Resident to administer the invoice; and
- 3) commitment to provide invoices when required by the Bank.
- 7. Consulting service contract between a Resident and Non-Resident.
- 8. Royalty agreement between a Resident and Non-Resident accompanied by other supporting documents.
- 9. Minutes of General Meeting of Shareholders and/or other additional documents describing the rupiah and/or foreign currency nominal amount of the received dividends.
- 10. Other Final Underlying Transaction Documents.

B. Estimation Underlying Transaction Documents

- 1. Cash flow forecast for export and import of goods and/or services from and to Indonesia.
- 2. Sale or purchase documents among others in the form of sales/purchase order.
- 3. Pro forma invoice.
- 4. Estimate of required tuition fee and living cost.
- 5. Estimate of required medication and accommodation costs.
- 6. Estimate of required travel and accommodation costs.
- 7. Estimate of royalty payment.
- 8. Estimate of payable dividend amount.
- 9. Estimate of payable investment returns.
- 10. Cash flow forecast in relation to certain projects by enclosing employment contracts and/or any other related documents.
- 11. Other estimation Underlying Transaction Documents.

II. FINANCIAL ACCOUNT TRANSACTIONS

A. Final Underlying Transaction Document

- 1. Evidence of confirmation of portfolio investment sale or purchase among others in the form of trade confirmation submitted through the Society for Worldwide Interbank Financial Telecommunication *message*, Reuters Monitoring Dealing System, or Bloomberg ticket.
- 2. Agreement on purchase or sale of financial instrument investments by a Non-Resident in Indonesia or by a Resident outside Indonesia.
- 3. Evidence of portfolio investment ownership issued by the competent party. Bank requests transaction performers in Foreign Exchange

Market for portfolio investment ownership at least monthly.

4. Evidence of direct investment share ownership among others in the form of the articles of association. Bank requests transaction performers in Foreign Exchange Market for direct investment ownership at least monthly.
5. Credit or financing documents in the following forms:
 - a. loan agreement or any other related documents showing payment schedule and amount; and
 - b. credit liquidation evidence among others bank statements from a creditor to a debtor, fund transfer order, such as validated MT 103 and remittance application form.
6. Other Final Underlying Transaction Documents.

B. Estimation Underlying Transaction Documents

1. Memorandum of Understanding (MoU) to purchase or sell financial instrument investments by Non-Residents in Indonesia or Residents outside Indonesia describing the requirement to purchase or sell foreign currencies.
2. Other estimation Underlying Transaction Documents.

III. CAPITAL ACCOUNT TRANSACTION

1. Sale and purchase deed and Non-Resident's ownership evidence of assets related to asset selling in Indonesia.
2. Other Underlying Transaction documents.

IV. OTHER ACTIVITIES

1. Underlying Transaction document for non-Bank money changers is net amount of non-Bank money changer's sales to customers for a certain period.
2. Evidence of customer participation in tender and provision of bank guarantee in foreign currency.
3. Fund deposit request for a certain transaction as required by the competent authority.
4. Domestic trade using domestic letters of credit.
5. Documents related to inheritance such as evidence of inheritance sales and family relationship with the inheritor (for example, family card) pertaining to a heir domiciled overseas as a permanent resident

(supported by the relevant document(s)).

6. Operating expense in rupiah spent by a representative office of a foreign legal entity or any other foreign institutions among others in the form of payroll and payment of utilities bill (telephone, electricity, gas, water) as a final and estimation document.
7. Other Underlying Transaction documents.

MEMBER OF BOARD OF GOVERNORS,

DESTRY DAMAYANTI